

Regular Session, 2004

ACT No. 620

SENATE BILL NO. 191

BY SENATORS IRONS AND DUPRE AND REPRESENTATIVE GLOVER

1 AN ACT

2 To amend and reenact R.S. 39:1220(A)(2), relative to local agencies; to provide with respect
3 to certain limits on the amount of deposit to a financial institution; and to provide for
4 related matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 39:1220(A)(2) is hereby amended and reenacted to read as follows:

7 §1220. Selection of depositories

8 A. Local depositing authorities shall, except as otherwise provided in this
9 Chapter, select as the depositories of their funds, financial institutions domiciled or
10 having branch offices located in the parish or municipality or congressional district
11 of the depositing authority, subject to the following conditions:

12 * * *

13 (2) Unless secured with permissible collateral within three days of the
14 deposit, no ~~No~~ amount in excess of two hundred percent of the capital stock,
15 declared surplus, and undivided profits of any bank shall be deposited in any one
16 bank by one depositing authority, provided that deposits which are swept from the

1 bank’s deposit account at the close of business each day for purchase of securities that
2 qualify as collateral for public deposits shall not be counted in this calculation.
3 * * *

PRESIDENT OF THE SENATE

SPEAKER OF THE HOUSE OF REPRESENTATIVES

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: _____